# **Fiscal Note**

## State of Alaska 2021 Legislative Session

Bill Version: HB 117
Fiscal Note Number: 2

(S) Publish Date: 5/18/2021

Identifier: HB117-DCCED-CBPL-05-17-21

Title: EXTEND BOARD OF DIRECT-ENTRY MIDWIVES

Sponsor: ORTIZ

Requester: (S) FINANCE

Department: Department of Commerce, Community and

Economic Development

Appropriation: Corporations, Business and Professional

Licensing

Allocation: Corporations, Business and Professional

Licensing

OMB Component Number: 2360

### **Expenditures/Revenues**

Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars)

		Included in					
	FY2022	Governor's					
	Appropriation	FY2022	Out-Year Cost Estimates				
	Requested	Request					
<b>OPERATING EXPENDITURES</b>	FY 2022	FY 2022	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027
Personal Services							
Travel		20.3	20.3				
Services		1.5	1.5				
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	0.0	21.8	21.8	0.0	0.0	0.0	0.0

**Fund Source (Operating Only)** 

1156 Rcpt Svcs (DGF)		21.8	21.8				
Total	0.0	21.8	21.8	0.0	0.0	0.0	0.0

#### Positions

1 03(10)13									
Full-time									
Part-time									
Temporary									

**Change in Revenues** 

1156 Rcpt Svcs (DGF)		21.8	21.8				
Total	0.0	21.8	21.8	0.0	0.0	0.0	0.0

Estimated SUPPLEMENTAL (FY2021) cost: 0.0 (separate supplemental appropriation required)

Estimated CAPITAL (FY2022) cost: 0.0 (separate capital appropriation required)

Does the bill create or modify a new fund or account? No

(Supplemental/Capital/New Fund - discuss reasons and fund source(s) in analysis section)

## ASSOCIATED REGULATIONS

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? No If yes, by what date are the regulations to be adopted, amended or repealed? N/A

#### Why this fiscal note differs from previous version/comments:

Updated to correct confusion in the analysis section regarding annual expenditures for this program.

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Division: Division of Corporations, Business and Professional Licensing Date: 05/17/2021 10:15 AM

Approved By: Micaela Fowler, Administrative Services Director, DCCED D DIT OF Date: 05/17/21

Agency: Office of Management and Budget SFC 05/17/00

#### FISCAL NOTE ANALYSIS

## STATE OF ALASKA 2021 LEGISLATIVE SESSION

## **Analysis**

HB 117 extends statutory authorization for the existing Board of Certified Direct-Entry Midwives to June 30, 2023. Adoption of the bill will continue existing activities by the board and administration by the Division of Corporations, Business, and Professional Licensing (CBPL). Failure to adopt the bill would result in a one-year wind down of the board in FY2022, with CBPL assuming all licensing responsibility in FY2023.

If the bill passes the following expenses will be incurred:

Travel: \$20.3 (5 board members and 1 staff member, to attend four board meetings per year)

Services: \$0.4 (advertising of public notice of board meetings)

\$1.0 (training and conference fees)

\$0.1 (stipends for board members attending board meeting in community of residence)

Regardless of whether this bill passes, activities and costs of the licensing program will continue. Annual expenditures are estimated to be approximately \$29.0 with revenues from license fees covering those expenses. Current schedules of revenues and expenditures for CBPL licensing programs are located online at <a href="https://www.commerce.alaska.gov/web/Portals/5/pub/FY21-2ndQtr-AllBoards.pdf">https://www.commerce.alaska.gov/web/Portals/5/pub/FY21-2ndQtr-AllBoards.pdf</a>.

If this legislation is not passed and the board sunsets, CBPL would continue to require access to expertise in the profession. Replacing the expertise currently provided by volunteer board members with professional service contracts may increase the annual costs of this program, resulting in increased license fees. No professional licensing board has sunset in recent years, so reasonable estimates of this cost are unknown.

Professional licensing programs within CBPL are funded by Receipt Supported Services, fund source 1156 Rcpt Svcs (DGF). Licensing fees for each occupation are set per AS 08.01.065 so the total amount of revenue collected approximately equals the occupation's actual regulatory costs.

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